# INSURANCE REGULATORY TRUST FUND
# PERFORMANCE REPORT FOR SEPTEMBER 2001

11/9/2001

| | Assets as of September 30, 2001 | | | * RATES OF TOTAL RETURN | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| | | | | Quarter Ended | | | | | |
| | EMV $(000) | Actual Alloc | Policy Alloc | Sep-01 | Jun-01 | Mar-01 | Dec-00 | 2002 FYTD | Year Ended 6/30/2001 |
| LARGE CAP EQUITY | | | | | | | | | |
| Value | | | | | | | | | |
| LSV | 13 | 1.5% | 1.5% | -9.12% | 8.10% | -0.57% | 7.52% | -9.12% | 28.80% |
| RUSSELL 1000 VALUE | | | | -10.95% | 4.88% | -5.86% | 3.60% | -10.95% | 10.33% |
| Growth | | | | | | | | | |
| Alliance Capital | 13 | 1.5% | 1.5% | -20.51% | 10.03% | -20.15% | -17.25% | -20.51% | -30.23% |
| RUSSELL 1000 GROWTH | | | | -19.41% | 8.42% | -20.90% | -21.35% | -19.41% | -36.18% |
| Core | | | | | | | | | |
| State Street | 51 | 5.9% | 7.0% | -14.68% | 5.81% | -11.93% | -7.82% | -14.68% | -15.00% |
| S&P 500 | | | | -14.68% | 5.85% | -11.86% | -7.82% | -14.68% | -14.83% |
| **TOTAL LARGE CAP DOM. EQUITY** | **77** | **9.0%** | **10.0%** | **-14.82%** | **6.91%** | **-11.64%** | **-6.50%** | **-14.82%** | **-9.87%** |
| S&P 500 | | | | -14.68% | 5.85% | -11.86% | -7.82% | -14.68% | -14.83% |
| SMALL CAP EQUITY | | | | | | | | | |
| SEI Investments | 38 | 4.4% | 5.0% | -20.00% | N/A | N/A | N/A | -20.00% | N/A |
| RUSSELL 2000 + 200 bp | | | | -20.62% | N/A | N/A | N/A | -20.62% | N/A |
| **TOTAL SMALL CAP DOM. EQUITY** | **38** | **4.4%** | **5.0%** | **-19.93%** | **14.24%** | **-9.39%** | **-10.36%** | **-19.93%** | **-4.21%** |
| RUSSELL 2000 | | | | -20.79% | 14.29% | -6.51% | -6.91% | -20.79% | 0.57% |
| CONVERTIBLES | | | | | | | | | |
| **Trust Company of the West** | **76** | **8.9%** | **10.0%** | **-15.83%** | **4.74%** | **-10.11%** | **-13.01%** | **-15.83%** | **-15.57%** |
| F.B. CONVERTIBLE SECURITIES INDEX | | | | -11.01% | 4.12% | -6.24% | -12.31% | -11.01% | -11.87% |
| INTERNATIONAL EQUITY - Core | | | | | | | | | |
| **Capital Guardian** | **76** | **8.9%** | **10.0%** | **-17.63%** | **0.94%** | **-8.89%** | **-7.10%** | **-17.63%** | **-24.42%** |
| MSCI 50% HEDGED EAFE INDEX (1) | | | | -16.41% | 0.15% | -10.44% | -3.47% | -16.41% | -20.41% |
| FIXED INCOME | | | | | | | | | |
| Core - Index | | | | | | | | | |
| Bank of North Dakota | 120 | 13.9% | 13.5% | 4.93% | 0.31% | 3.29% | 4.24% | 4.93% | 11.02% |
| LB GOVT/CORP | | | | 4.76% | 0.30% | 3.20% | 4.37% | 4.76% | 11.13% |
| Core Bond | | | | | | | | | |
| Western Asset | 156 | 18.2% | 16.5% | 4.76% | 1.18% | 3.42% | 4.29% | 4.76% | 12.62% |
| LB AGGREGATE | | | | 4.61% | 0.56% | 3.03% | 4.21% | 4.61% | 11.22% |
| **TOTAL FIXED INCOME** | **276** | **32.1%** | **30.0%** | **4.83%** | **0.80%** | **3.36%** | **4.27%** | **4.83%** | **11.92%** |
| LB GOVT/CORP | | | | 4.76% | 0.30% | 3.20% | 4.37% | 4.76% | 11.13% |
| CASH EQUIVALENTS | | | | | | | | | |
| **BND - Money Market Account** | **316** | **36.8%** | **35.0%** | **0.90%** | **1.00%** | **1.40%** | **1.62%** | **0.90%** | **5.85%** |
| 90 DAY T-BILLS | | | | 1.08% | 1.12% | 1.51% | 1.63% | 1.08% | 5.90% |
| **TOTAL FUND** | **859** | **100.0%** | **100.0%** | **-4.28%** | **2.38%** | **-1.42%** | **-1.34%** | **-4.28%** | **0.60%** |
| POLICY TARGET BENCHMARK | | | | -3.44% | 2.21% | -1.69% | -0.82% | -3.44% | 0.49% |
| TOTAL VALUE ADDED DUE TO | | | | | | | | | |
| Asset Mix | | | | -0.12% | -0.94% | -0.01% | 0.04% | -0.12% | -0.78% |
| Active Management | | | | -0.75% | 1.12% | 0.29% | -0.56% | -0.75% | 0.90% |
| **Total Value Added** | | | | **-0.87%** | **0.18%** | **0.28%** | **-0.52%** | **-0.87%** | **0.12%** |

**(1) Prior to October 1, 2000, the benchmark for this asset class was the MSCI *Unhedged* EAFE Index.**

*** NOTE: Monthly returns and market values are preliminary and subject to change.**
**Returns are net of management fees.**